114TH CONGRESS 2D SESSION

### H.R.3797

#### AN ACT

- To establish the bases by which the Administrator of the Environmental Protection Agency shall issue, implement, and enforce certain emission limitations and allocations for existing electric utility steam generating units that convert coal refuse into energy.
  - 1 Be it enacted by the Senate and House of Representa-
  - ${\it 2\ tives\ of\ the\ United\ States\ of\ America\ in\ Congress\ assembled},$

#### 1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Satisfying Energy
3	Needs and Saving the Environment Act" or the "SENSE
4	Act".
5	SEC. 2. STANDARDS FOR COAL REFUSE POWER PLANTS.
6	(a) DEFINITIONS.—In this Act:
7	(1) Administrator.—The term "Adminis-
8	trator" means the Administrator of the Environ-
9	mental Protection Agency.
10	(2) Boiler operating day.—The term "boiler
11	operating day" has the meaning given such term in
12	section 63.10042 of title 40, Code of Federal Regu-
13	lations, or any successor regulation.
14	(3) COAL REFUSE.—The term "coal refuse"
15	means any byproduct of coal mining, physical coal
16	cleaning, or coal preparation operation that contains
17	coal, matrix material, clay, and other organic and in-
18	organic material.
19	(4) Coal refuse electric utility steam
20	GENERATING UNIT.—The term "coal refuse electric
21	utility steam generating unit" means an electric util-
22	ity steam generating unit that—
23	(A) is in operation as of the date of enact-
24	ment of this Act;
25	(B) uses fluidized bed combustion tech-
26	nology to convert coal refuse into energy; and

1	(C) uses coal refuse as at least 75 percent
2	of the annual fuel consumed, by heat input, of
3	the unit.
4	(5) COAL REFUSE-FIRED FACILITY.—The term
5	"coal refuse-fired facility" means all coal refuse elec-
6	tric utility steam generating units that are—
7	(A) located on one or more contiguous or
8	adjacent properties;
9	(B) specified within the same Major Group
10	(2-digit code), as described in the Standard In-
11	dustrial Classification Manual (1987); and
12	(C) under common control of the same
13	person (or persons under common control).
14	(6) Cross-state air pollution rule.—The
15	terms "Cross-State Air Pollution Rule" and
16	"CSAPR" mean the regulatory program promul-
17	gated by the Administrator to address the interstate
18	transport of air pollution in parts 51, 52, and 97 of
19	title 40, Code of Federal Regulations, including any
20	subsequent or successor regulation.
21	(7) ELECTRIC UTILITY STEAM GENERATING
22	UNIT.—The term "electric utility steam generating
23	unit" means either or both—
24	(A) an electric utility steam generating
25	unit as such term is defined in section

1	63.10042 of title 40, Code of Federal Regula-
2	tions, or any successor regulation; or
3	(B) an electricity generating unit or elec-
4	tric generating unit, as such terms are used in
5	CSAPR.
6	(8) Phase I.—The term "Phase I" means, with
7	respect to CSAPR, the initial compliance period
8	under CSAPR, identified for the 2015 and 2016 an-
9	nual compliance periods.
10	(b) Application of CSAPR to Certain Coal
11	REFUSE ELECTRIC UTILITY STEAM GENERATING
12	Units.—
13	(1) Coal refuse electric utility steam
14	GENERATING UNITS COMBUSTING BITUMINOUS COAL
15	REFUSE.—
16	(A) Applicability.—This paragraph ap-
17	plies with respect to any coal refuse electric
18	utility steam generating unit that—
19	(i) combusts coal refuse derived from
20	the mining and processing of bituminous
21	coal; and
22	(ii) is subject to sulfur dioxide allow-
23	ance surrender provisions pursuant to
24	CSAPR.

1 (B) CONTINUED APPLICABILITY OF PHASE 2 I ALLOWANCE ALLOCATIONS.—In carrying out 3 CSAPR, the Administrator shall provide that, 4 for any compliance period, theallocation (whether through a Federal implementation 5 6 plan or State implementation plan) of sulfur di-7 oxide allowances for a coal refuse electric utility 8 steam generating unit described in subpara-9 graph (A) is equivalent to the allocation of the 10 unit-specific sulfur dioxide allowance allocation 11 identified for such unit for Phase I, as ref-12 erenced in the notice entitled "Availability of Data on Allocations of Cross-State Air Pollu-13 14 tion Rule Allowances to Existing Electricity 15 Generating Units" (79 Fed. Reg. 71674 (De-16 cember 3, 2014). 17 (C) Rules for allowance ALLOCA-

- (C) Rules for allowance allocations.—For any compliance period under CSAPR that commences on or after January 1, 2017, any sulfur dioxide allowance allocation provided by the Administrator to a coal refuse electric utility steam generating unit described in subparagraph (A)—
- 24 (i) shall not be transferable for use by 25 any other source not located at the same

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1	coal refuse-fired facility as the relevant
2	coal refuse electric utility steam generating
3	unit;
4	(ii) may be transferable for use by an-
5	other source located at the same coal
6	refuse-fired facility as the relevant coal
7	refuse electric utility steam generating
8	unit;
9	(iii) may be banked for application to
10	compliance obligations in future compli-
11	ance periods under CSAPR; and
12	(iv) shall be surrendered upon the
13	permanent cessation of operation of such
14	coal refuse electric utility steam generating
15	unit.
16	(2) Other sources.—
17	(A) No increase in overall state
18	BUDGET OF SULFUR DIOXIDE ALLOWANCE AL-
19	LOCATIONS.—For purposes of paragraph (1),
20	the Administrator may not, for any compliance
21	period under CSAPR, increase the total budget
22	of sulfur dioxide allowance allocations for a
23	State in which a unit described in paragraph
24	(1)(A) is located.

1	(B) Compliance periods 2017 through				
2	2020.—For any compliance period under				
3	CSAPR that commences on or after January 1,				
4	2017, but before December 31, 2020, the Ad-				
5	ministrator shall carry out subparagraph (A) by				
6	proportionally reducing, as necessary, the unit-				
7	specific sulfur dioxide allowance allocations				
8	from each source that—				
9	(i) is located in a State in which a				
10	unit described in paragraph (1)(A) is lo-				
11	cated;				
12	(ii) permanently ceases operation, or				
13	converts its primary fuel source from coal				
14	to natural gas, prior to the relevant com-				
15	pliance period; and				
16	(iii) otherwise receives an allocation of				
17	sulfur dioxide allowances under CSAPR for				
18	such period.				
19	(c) Emission Limitations To Address Hydrogen				
20	CHLORIDE AND SULFUR DIOXIDE AS HAZARDOUS AIR				
21	Pollutants.—				
22	(1) Applicability.—For purposes of regu-				
23	lating emissions of hydrogen chloride or sulfur diox-				
24	ide from a coal refuse electric utility steam gener-				

1	ating unit under section 112 of the Clean Air Act
2	(42 U.S.C. 7412), the Administrator—
3	(A) shall authorize the operator of such
4	unit to elect that such unit comply with ei-
5	ther—
6	(i) an emissions standard for emis-
7	sions of hydrogen chloride that meets the
8	requirements of paragraph (2); or
9	(ii) an emission standard for emis-
10	sions of sulfur dioxide that meets the re-
11	quirements of paragraph (2); and
12	(B) may not require that such unit comply
13	with both an emission standard for emissions of
14	hydrogen chloride and an emission standard for
15	emissions of sulfur dioxide.
16	(2) Rules for emission limitations.—
17	(A) IN GENERAL.—The Administrator
18	shall require an operator of a coal refuse elec-
19	tric utility steam generating unit to comply, at
20	the election of the operator, with no more than
21	one of the following emission standards:
22	(i) An emission standard for emissions
23	of hydrogen chloride from such unit that is
24	no more stringent than an emission rate of

1	0.002 pounds per million British thermal
2	units of heat input.
3	(ii) An emission standard for emis-
4	sions of hydrogen chloride from such unit
5	that is no more stringent than an emission
6	rate of 0.02 pounds per megawatt-hour.
7	(iii) An emission standard for emis-
8	sions of sulfur dioxide from such unit that
9	is no more stringent than an emission rate
10	of 0.20 pounds per million British thermal
11	units of heat input.
12	(iv) An emission standard for emis-
13	sions of sulfur dioxide from such unit that
14	is no more stringent than an emission rate
15	of 1.5 pounds per megawatt-hour.
16	(v) An emission standard for emis-
17	sions of sulfur dioxide from such unit that
18	is no more stringent than capture and con-
19	trol of 93 percent of sulfur dioxide across
20	the generating unit or group of generating
21	units, as determined by comparing—
22	(I) the expected sulfur dioxide
23	generated from combustion of fuels
24	emissions calculated based upon as-
25	fired fuel samples: to

1		(II) the actual sulfur dioxide
2		emissions as measured by a sulfur di-
3		oxide continuous emission monitoring
4		system.
5		(B) Measurement.—An emission stand-
6		ard described in subparagraph (A) shall be
7		measured as a 30 boiler operating day rolling
8		average per coal refuse electric utility steam
9		generating unit or group of coal refuse electric
10		utility steam generating units located at a sin-
11		gle coal refuse-fired facility.
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Passed the House of Representatives March 15, 2016.

Attest:

Clerk.

# 114TH CONGRESS H. R. 3797

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